

From: Beth Ericksen
To: tchristofferson@clydeinc.com
Date: 02/14/2007 12:44:51 PM
Subject: BOND and RECLAMATION CONTRACT

Hi Tony-

Please note the surety and reclamation contract have been reviewed and the following changes are required:

1. The Division can't determine that Mr. A. Ray Gammell has signature authority to bind the company. Please either submit appropriate authority documents showing that Mr. Gammell does have the appropriate signature authority OR have the signature page resigned by the following of which the Division will accept any of the following signatures:

President ALBERT T SCHELLENBERG 1565 W 400 N Orem UT 84057

President WILFORD W. CLYDE II 1588 E 450 S SPRINGVILLE UT 84663

Registered Agent ALBERT T SCHELLENBERG 1565 W 400 N Orem UT 84057

Secretary WILLIAM R. CLYDE 1178 CANYON RD SPRINGVILLE UT 84663

Treasurer DON C. MCGEE 281 W 220 S OREM UT 84058

Vice President ALBERT T. SCHELLENBERG

In addition the surety bond recieved by the Division date (page one) **is not Feb. 2, 1996 IT IS Aug. 2, 1996**. Please have the surety company reissue the page with the corrected date (or issue a rider)

If you can't complete these outlined tasks by Feb. 20, I will send you a formal letter.

Call me if necessary. Please find attached a blank reclamation contract in the event you want to have one of the above to sign. Please, resubmit ASAP.

Beth Ericksen
Division of Oil Gas and Mining